(c) to (e) Do not arise.

Subsidy to the textile sector

331. SHRI JANARDHANA POOJARY: Will the Minister of TEXTILES be pleased to state:

(a) whether Government are considering to provide a one-time capital subsidy of 10 per cent to the processing units in the textile sector under the Technology Upgradation Fund Scheme;

(b) if so, the details in this regard;

(c) whether handloom sector would also be covered under the scheme; and

(d) if so, the details in this regard, if not,whether a similar scheme would be considered for the handloom sector?

THE MINISTER OF TEXTILES (SHRI SHANKERSINH VAGHELA): (a) Government has already provided an additional incentive of 10% capital subsidy over and above the 5% interest subsidy under Technology Upgradation Fund Scheme for the specified textile processing machinery.

(b) Details in this regard are furnished in the enclosed Statements I and II *(See* below*)*.

(c) and (d) Technology Upgradation Fund Scheme is not sector specific. Therefore, all sectors of the textile industry, including the handloom sector, are eligible for each and every benefits being provided under the Technology Upgradation Fund Scheme.

Statement-I

Details of 10% capital subsidy scheme for processing sector

Duration of the Scheme

1. The additional 10% capital subsidy will be admissible on the investment made in the specified processing machinery during a period of one year from 20th April, 2005 to 19th April, 2006.

2. The cut off date will be the date of disbursement of loan. Any disbursement made by the lending agencies for the specified machinery on or after 20th April, 2005 will be eligible for 10% capital subsidy.

3. The loan for the eligible machinery sanctioned by the nodal agencies/co-opted PLIs till last date of duration of the scheme (*i.e.* 19.4.2006) will be eligible for capital subsidy.

Eligibility

4. The capital subsidy would be available to the composite units as well as to the stand-alone processing units.
5. The 10% capital subsidy will not be available for a processing project as a whole but only on the specified processing machinery. The list of eligible machinery is at **Annexure-II**. The processing project as a whole including the specified machinery will continue to be eligible for 5% interest incentive on the TUF compatible investment.
6. The 10% capital subsidy shall be available only for such projects where term loans have been sanctioned by the nodal agencies or co-opted PLIs.

Quantum of subsidy

7. The 10% capital subsidy will be worked out on the invoice price of the specified machinery. The invoice price would mean basic price plus excise duty and sales tax in respect of indigenous machinery and CIF price plus actual customs duty in respect of imported machinery.

Release of capital subsidy

8. The capital subsidy would be released by the lending agencies at the time of disbursement of term loan for the specified machinery.
9. The capital subsidy can also be adjusted against promoter's contribution.

Funds for releasing the capital subsidy

10. For the purpose of releasing capital subsidy on due dates, funds in the nature of advance money would be placed by the nodal agencies with the PLIs. The quantum of such advance money would be arrived at based on the subsidy forecast to be submitted by the PLIs on quarterly basis to IDBI/SIDBI, based on their loan sanction for machinery eligible for 10% capital subsidy. After first release, subsequent releases to the PLIs would depend upon the utilization of funds released earlier.

Statement-II

List of processing machinery eligible under TUF Scheme for 10% capital subsidy

For a knit process house

1. Singeing machine with auto mixing of air & fuel in optimum ratio for temperature and flame control.
2. Process and dye kitchen management system for the whole process house.
3. Computer colour matching with lab dispensing and stock solution making system.
4. Computer controlled fabric inspection machine with fault analyzer and report generator.
5. Automatic roll folding and packing machine.
6. Continuous relax dryer/Tumble dryer.
7. Sueding/Peach finishing/raising/pile cutting machine.
8. Compacting machine.
9. Knit tubular mercerizing/bleaching cum mercerizing machine.
10. Knit fabric continuous bleaching plant with micro processor based energy control and water monitoring.
11. Open width pad-batch dyeing with arrangement for uniform nip pressure and washing range.
12. Rotary screen printing machine with magnetic/air flow squeeze system, on-line washing arrangement, quick change over facility, automatic design setting.
13. Ink jet printing machine.
14. Multi functional loop ager (with arrangement of thermosoling, super heated steaming, polymerization, neutral steaming) with/without flash ager.
15. Continuous washing range with micro processor based energy control and water monitoring with the arrangement of surface and

penetrative washing by forcing of water through fabric, and/or accumulators/vacuum separators.

16. Multi chamber stenter (minimum 5 chambers) with arrangement of oil/gas heating and with knit fabric processing attachment.

17. Coating/Laminating/Embossing/Pinching machine.

For a woven process house

1. Merceriser with Micro Processor based dimensional and caustic concentration Controls and Caustic Recovery Unit (without caustic recovery unit if unit already has it).

2. Open width continuous bleaching, or scouring and bleaching range with micro processors based energy control and water monitoring.

3. Open width pad-dry and/or Pad-Steam continuous dyeing range with micro processor based energy control and water monitoring with/without thermosol.

4. Open width pad-batch dyeing range with arrangement for uniform nip pressure and with auto dosing for colour and chemicals.

5. Indigo dyeing range.

6. Rotary Printing machine with magnetic/air flow squeeze system, on-line washing arrangement, quick change over facility, automatic design setting.

7. Multi-functional Loop Ager (with arrangement of thermosoling, super heated steaming, Polymerisation, neutral steaming) with/ without flash ager.

8. Digital/laser/len engraving system for rotary screens.

9. Continuous washing range with micro processor based energy control and water monitoring with the arrangement of surface and penetrative washing by forcing of water through fabric and /or accumulators/vacuum separators.

10. Continuous weight reduction machine with micro processor controlled caustic concentration and weight reduction.

11. Ink jet printing machine.

12. Multi Chamber stenter (with not less than 5 chambers) with arrangement of oil/gas heating system.

13. Continuous relax/tumble dryer.

14. Combi soft machine for softening and stone wash effect.

15. Compressive Shrinking range (zero-zero type).

16. Sueding/peach finishing/raising/decatising/shearing/pile cutting machine.

17. Coating/Laminating/Embossing/Pinching Machine.

18. Process and dye Kitchen management system for the whole process house.

19. Computer colour matching with lab dispensing and stock solution making system.

20. Computer controlled fabric inspection machine with fault analyzer and report generator.

21. Automatic roll folding and packing machine.

22. Singeing machine with auto mixing of air and fuel in optimum ratio for temperature and flame control.

23. Micro process controlled zigger with temperature, speed and tension control.

Promotion of handicrafts

332. SHRI JANARDHANA POOJARY: Will the Minister of TEXTILES be pleased to state:

(a) what are the details of Centrally Sponsored Scheme, 'Baba Saheb Ambedkar Hastshilp Vikas Yojana', for promotion of handicrafts, with details of assistance released during the last three years, year-wise and State-wise;

(b) whether Government of Karnataka has submitted certain proposals seeking assistance under the above Scheme; and

(c) if so, details thereof and the Centre's reaction thereto?